NABARD Loan to Andhra Pradesh

1266. SHRI RUMANDLA RAAMACHANDRAYYA:
DR. T. SUBBARAMMI REDDY:

Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to state:

(a) whether the NABARD has decided to extend financial assistance of Rs. 1,300 crores to Andhra Pradesh Government for implementing rural development programmes;

(b) if so, whether the Bank has decided to give term loans amounting of Rs. 700 crores this year in comparison to Rs. 602 crores terms loans extended last year;

(c) if so, to what extent the Andhra Pradesh Government has utilized this loan;

(d) to what extent the rural development schemes under this loan have so far been implemented; and

(e) the total number of people benefited in the rural areas?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND COMPANY AFFAIRS (SHRI ANANDRAO VITHOBA ADSUL): (a) National Bank for Agriculture and Rural Development (NABARD) has reported that as on 14th February, 2003, it has sanctioned projects worth Rs. 3254.60 crores to the State Government of Andhra Pradesh since 1995-96 under all the tranches of Rural Infrastructure Development Fund (RIDF)-I to Vill.

(b) NABARD had disbursed Rs. 602.13 crores to the participating banks in Andhra Pradesh towards term loans for agriculture and allied activities during the year 2001-2002. For the current year 2002-2003, it has planned to disburse Rs. 711.50 crore of refinance to the banks in the State for these purposes.

(c) The loans sanctioned under RIDF has a disbursement phasing of 3 years. The tranche-wise sanctions, financial phasing upto 31 March

2003 and disbursement of loans (as on 14th February, 2003) are given in the enclosed Statement-I (See below)

(d) The details of the number of projects sanctioned, completed and the anticipated benefits, as reported by NABARD are given in the enclosed Statement-II (See below).

(e) These projects have the potential for generation of recurring and non-recurring employment opportunities of 109.82 lakh mandays and 588.17 lakh mandays respectively, besides creations of additional irrigation potential and rural connectivity through a network of rural roads and bridges.

Statement-I

Tranche-wise disbursements made under RIDF in Andhra Pradesh

(Rs. Crore)

Tranche	Sanctions	Phasing Commitments upto 31 March 2003	Disbursements
RIDF-I	227.09	227.09	215.13
RIDF-II	339.43	339.43	307.71
RIDF-III	290.88	290.88	240.44
RIDF-IV	304.59	304.59	230.68
RIDF-V	383.09	383.09	268.65
RIDF-VI	573.52	530.45	362.29
RIDF-VII	627.28	444.39	320.09
RIDF-VIII	508.72	162.39	102.55
TOTAL:	3254.60	2682.31	2047.54

Statement-II

The details of the number of projects sanctioned, completed and anticipated benefits under RIDF in Andhra Pradesh

Sector	No. of Projects		Anticipated Benefits
	Sanctioned	Completed	
Irrigation	2,206	227	662568HA
Roads	1,495	1,002	6053 KM
Bridges	263	163	12577 MTS
Soil & Moisture Conservation	1,819	97	—
Others	4,089	—	—
TOTAL:	9,872	1,489	—

Charging of Income Tax on compensation money

†1267. SHRI DATTA MEGHE: Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to state:

(a) whether Government are aware about charging of income tax on the amount being received as compensation against land acquired for projects (Prakalpa);

(b) if so, the kind of relief that can be given by Government to the people affected by such projects (Prakalpa); and

(c) the measures taken by Government in this regard?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND COMPANY AFFAIRS (SHRI GINGEE N. RAMACHANDRAN): (a) Yes Sir. The compensation received against land acquired for projects is charged to income tax under the head 'Capital Gains'. However, the compensation received against acquisition of agricultural land is not chargeable to tax if the land acquired is not situated in any area within the jurisdiction of a municipality or a cantonment beard, having a population of ten thousand

†Original notice of the question was received in Hindi.